



## uMshwathi Municipality

Enquiries: R Mani

EXTRACT FROM THE MINUTES OF THE 10<sup>TH</sup> COUNCIL MEETING HELD ON THURSDAY, 29 MARCH 2018 AT NEW HANOVER, COUNCIL CHAMBER AT 10H00.

### RESOLUTION No. C840

#### **DRAFT OPERATING BUDGET FOR THE 2018/2019 FINANCIAL YEAR AND THE TWO OUTER YEARS**

The Council at its meeting held on 29 March 2018 considered the above matter. Following discussion, it was:-

1. The draft operating and capital budgets for the 2018/2019 financial year and the two outer years as attached to the agenda as annexure 1 and 2, be approved by the Council in terms of section 16(2) of the Municipal Finance Management Act 56/2003.
2. In terms of section 2 of the Local Government Municipal Property Rates Act 6/2004, as amended, the general rate to be levied on the market value of all rateable property for the 2018/2019 financial year be adjusted and set as follows:
  - Commercial, residential, industrial and vacant properties: R 0,01792242,
  - Agricultural properties and Public Service Infrastructure properties: R 0,004480607
3. In terms of section 15 of the Municipal Property Rates Act 6/2004 the following exemptions, reductions and rebates are applied for the 2018/2019 financial year:
  - Rates on public service infrastructure be phased out in terms of the latest amendments to the Municipal Property Rates Act,
  - No rates be applied to the first fifteen thousand rand (R 15 000) of the market value of residential and multipurpose residential properties in terms of section 17 (1) (h) of the Municipal Property Rates Act 6/2004,
  - The following rebates/ reductions will be applied to the respective categories of properties:
    - Residential properties; 23%
    - Agricultural Properties; 47%
    - Rural Residential 63%

An additional rebate of 5% on net rates payable is applied on total rates paid up by 31 August 2018.

Public Benefit Organisational who serve the local interests and are approved by the SA Revenue Services and referred to specifically in terms of section 18A and Part 1 of the 9<sup>th</sup> Schedule of the Income Tax Act 58/1962 will receive a rebate of 100%

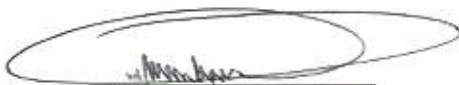
Qualifying applicants, in terms of the municipality's Rates Policy, who are registered as indigents and are the sole owners of their properties and who permanently reside there on will receive an additional rebate of 75%

Qualifying applicants, in terms of the municipality's Rates Policy, who are over the age of 60 years and or are disabled persons and who are the sole owners of their properties and who permanently reside thereon will receive an additional rebate calculated on their joint incomes as follows:

|                                                     |     |
|-----------------------------------------------------|-----|
| Joint income of between 0 and R 2500 per month      | 30% |
| Joint income of between R 2501 and R 3500 per month | 20% |
| Joint income of between R 3501 and R 4500 per month | 10% |

4. In terms of section 26 (1) (a) of the Municipal Property Rates Act 6/2004 the general rates for the 2018/2019 financial year be recovered in 12 monthly instalments and that the final date and time for payment of each monthly instalment be 15:00 hours on the last working day of each month.
5. The budgeted salary increase as negotiated and finalised by the Bargaining Council for staff be implemented from 1 July 2018.
6. The Tariff of Charges be reviewed and amended accordingly.
7. The budget, once adopted be submitted to the National and Provincial Treasuries.
8. Council's rates policy is amended to take into account the rebates as per paragraph (c ) and the tariff policy is amended to take into account the tariff charges.

**CERTIFIED A TRUE EXTRACT OF THE ORIGINAL MINUTES**



**NM MABASO**

**MUNICIPAL MANAGER**

09/04/2018